

Report

Report to:	Community and Enterprise Resources Committee
Date of Meeting:	4 February 2020
Report by:	Executive Director (Finance and Corporate Resources) Executive Director (Community and Enterprise Resources)

Subject:	Community and Enterprise Resources - Capital Budget Monitoring 2019/2020
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1. Purpose of Report

1.1. The purpose of the report is to:-

- ♦ provide information on the progress of the capital programme for Community and Enterprise Resources for the period 1 April to 6 December 2019.

2. Recommendation(s)

2.1. The Committee is asked to approve the following recommendation(s):-

- (1) that the Community and Enterprise Resources' capital programme of £40.538 million and expenditure to date of £23.510 million be noted.

3. Background

- 3.1. This is the third capital monitoring report presented to the Community and Enterprise Resources Committee for the financial year 2019/2020. Further reports will follow throughout the year.
- 3.2. The budget reflects the approved programme for the year (Executive Committee, 29 May 2019). It also includes budget adjustments presented to the Executive Committee during 2019/2020 up to and including its meeting on 4 December 2019. There were no adjustments reported to the Executive Committee meeting on 29 January 2020.
- 3.3. The report details the financial position for Community and Enterprise Resources in Appendix A. Appendix A also includes budget adjustments presented to the Executive Committee since the last report to this Committee.

4. Employee Implications

4.1. None

5. Financial Implications

5.1. The total capital programme for Community and Enterprise Resources for 2019/2020 is £40.538 million.

5.2. 2019/2020 Outturn

Work has been ongoing to clarify the predicted spend position for this financial year and current estimates from Community and Enterprise Resources suggest an outturn of £39.3 million. This is an underspend of £1.2 million and the majority of the

variance is due to the timing of spend, resulting in budget required in 2020/2021 rather than 2019/2020.

- 5.3. In addition, the ongoing land negotiations associated with Lanark Park and Ride (£0.3 million) means grant from Strathclyde Partnership for Transport (SPT) is unlikely to be claimed in 2019/2020. Delivery of the project in its present form is currently being progressed, with regular updates provided to SPT. SPT continue to be supportive of the project and dependant on the outcome of the project discussions, the Council expect continuation of the funding into the next financial year.
- 5.4. 2019/2020 Monitoring
Anticipated spend to date was £23.725 million and £23.510 million has been spent. This represents a position of £0.215 million behind profile and this mainly reflects the timing of spend across projects.
- 6. Climate Change, Sustainability and Environmental Implications**
 - 6.1. There are no implications for climate change, sustainability or the environment in terms of the information contained in this report.
- 7. Other Implications**
 - 7.1. The main risk associated with the Council's Capital Programme is that there is an overspend. The risk has been assessed as low given the detailed project management plans prepared and monitored for each project. The risk of overspend is managed through four weekly Investment Management Meetings.
- 8. Equality Impact Assessment and Consultation Arrangements**
 - 8.1. This report does not introduce a new policy, function or strategy or recommend a change to an existing policy, function or strategy and therefore no impact assessment is required.
 - 8.2. There was also no requirement to undertake any consultation in terms of the information contained in this report.

Paul Manning
Executive Director (Finance and Corporate Resources)

Michael McGlynn
Executive Director (Community and Enterprise Resources)

15 January 2020

Link(s) to Council Values/Ambitions/Objectives

- Accountable, Effective, Efficient and Transparent

Previous References

- Executive Committee, 29 May 2019
- Executive Committee, 4 December 2019

List of Background Papers

- Financial ledger to 6 December 2019

Contact for Further Information

If you would like to inspect the background papers or want further information, please contact:-

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**South Lanarkshire Council
Capital Expenditure 2019-2020
Community and Enterprise Resources
For Period 1 April 2019 – 6 December 2019**

<u>Community and Enterprise Resources</u>	Base Budget £000	Budget Adjustments £000	Slippage £000	Total Budget £000	Budget to Date £000	Actual Expenditure £000
Fleet and Environmental	52	0	0	52	0	0
Facilities, Waste and Grounds	3,003	994	(486)	3,511	1,864	1,656
Planning and Economic Development	10,080	172	(3,789)	6,463	5,190	5,705
Roads	26,322	4,190	0	30,512	16,671	16,149
TOTAL	39,457	5,356	(4,275)	40,538	23,725	23,510

For Information Only

Budget Adjustments presented to Executive Committee since the last report to this Committee (12 November 2019):

Budget Adjustments (4 December 2019)

Grass & Synthetic Pitch Replacement	(£0.486m)
Town Centre Regeneration Fund	(£2.026m)
Rural Development Centre	(£0.800m)
Vacant and Derelict Land Fund - Glen Esk, East Kilbride	(£0.153m)
Vacant and Derelict Land Fund - Milton / Millburn	(£0.300m)
Total Budget Adjustments	(£3.765m)